| SOUTHERN DISTRICT OF NEW YORK       |   |                       |
|-------------------------------------|---|-----------------------|
|                                     | Х |                       |
| CHEYENNE PARRISH,                   | : | 20-CV-1510 (LTS) (SN) |
|                                     | : |                       |
| Plaintiff,                          | : |                       |
|                                     | : |                       |
| -against-                           | : |                       |
|                                     | : |                       |
| 26 MOTORS CORP. and YOSEF AYZENCOT, | : |                       |
|                                     | : |                       |
| Defendants.                         | : |                       |
|                                     | X |                       |

## SETTLEMENT AGREEMENT AND RELEASE

This Settlement Agreement and Release of Wage and Hour Claims ("Agreement"), is entered into by and between Cheyenne Parrish (hereinafter referred to as "Plaintiff" or "Releasor"), and 26 Motors Corp. and each of its parent companies and any of its subsidiaries, divisions, related companies, predecessors, successors, assigns, current or former employees, agents, shareholders, officers, directors and representatives, as well as Yosef Ayzencot (hereinafter collectively referred to as the "Defendants" or "Releasees") (Plaintiff and Defendants are referred to herein as the "Parties").

WHEREAS, on February 20, 2020, Plaintiff filed suit for damages titled *Cheyenne Parish v. 26 Motors Corp. and Yosef Ayzencot.*, in the United States District Court for the Southern District of New York, Civil Action No. 19-CV-1510 (hereinafter referred to as the "Action"), alleging claims for, among other things, unpaid minimum wages and overtime compensation due under the federal Fair Labor Standards Act and New York State Labor Law; and,

WHEREAS, the Defendants have contested the claims set forth in the Action and deny any and all liability; and,

WHEREAS, the Parties now desire to settle the claims and to resolve fully all wage and hour disputes or potential wage and hour disputes between them, including but not limited to Plaintiff's claims in the Action, without the time, uncertainty, and expense of further litigation; and,

NOW, THEREFORE, in consideration of the promises and mutual covenants set forth in this Agreement, the sufficiency of which is hereby acknowledged, the Parties hereby agree as follows:

# A. Consideration

- In exchange for the promises contained in this Agreement, the Defendants, in accordance with the terms of this Agreement, shall pay to Plaintiff the total settlement amount of Twelve Thousand Two Hundred and Fifty Dollars (\$12,250.00) (the "Settlement Sum"), which shall be paid in full in one (1) lump sum payment within twenty one (21) days of the Court's approval of the Agreement as fair and reasonable and dismissal of the Action with prejudice.
  - 2. The Settlement Sum shall be allocated as follows:
    - \$8,166,67 to Plaintiff.
    - b. \$4,083.33 to Emre Polat, PLLC for attorneys' fees and costs.
- 3. Prior to Defendants' obligation to remit payment of the Settlement Sum, Defendants' counsel must first receive possession of the following: (i) a completed IRS Form W-9 by Plaintiff; (ii) a completed IRS Form W-9 by Plaintiff's counsel; (iii) an executed copy of this Agreement; and (iv) confirmation that the Action has been discontinued and/or dismissed.
- The Settlement Sum shall be paid to Plaintiff in exchange for Plaintiff's release of her wage and hour claims and other promises below, and in full and complete

settlement of any and all wage and hour claims or potential wage and hour claims between the Parties, including but not limited to those arising from, involving or relating to Plaintiff's claims in the Action, including any and all claims for damages, liquidated damages, compensatory or punitive damages, injunctive relief, attorneys' fees, expenses and costs, or other relief. The payment set forth in Paragraph A(2)(a) shall be made payable to "Cheyenne Parrish") and the payment set forth in Paragraph A(2)(a) shall be made payable to "Emre Polat, PLLC". Both payments shall be sent to Emre Polat, PLLC, 45 Broadway, Suite 1420, New York, New York 10006, so as to be received no later than the date indicated above.

- 5. The Parties agree that should any federal, state or local taxes be determined to be owing by any party on the payment of the sums received by Plaintiff under this paragraph, Plaintiff shall be solely and completely responsible for her taxes, interest or penalties. Plaintiff understands and agrees that no representation is made by or on behalf of Defendants regarding tax obligations or consequences that may arise from this Agreement.
- 6. Plaintiff agrees to indemnify Defendants and to hold Defendants harmless for Plaintiff's share of taxes, penalties and interest, withholding or otherwise, as a consequence of the monies paid to Plaintiff pursuant to this Agreement.

## B. Penalty For Late Payment

In the event that the Defendants fail to make the settlement payment in a timely manner pursuant to Paragraph A(1) of this Agreement, Plaintiff shall provide notice of the default by email to counsel for the Defendants: Louis Pechman, Esq., Pechman Law Group, PLLC, 488 Madison Avenue, 17th Floor, New York, New York 10022, pechman@pechmanlaw.com. Defendants will then have fourteen (14) days from the date of receipt of such notice within which to cure the default. If the default is not cured within such

time, the entire outstanding amount shall become due and owing as of the 15th day following receipt of said notice, with interest to commence as of that date at a rate of 9% per annum, on the amount remaining to be paid under this Agreement at the time of the default. Plaintiff shall have the right to enforce immediate payment of all remaining unpaid portions of the Agreement, including having judgment entered against the Defendants, jointly and severally, and to recover reasonable attorneys' fees, costs and disbursements incurred in enforcing in Court the payment obligations under this Agreement.

## C. Mutual General Release

By Plaintiff: In consideration of the promises and actions of Defendants 1. set out in this Agreement, and other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, except for the Defendants' obligations under this Agreement, Plaintiff hereby waives, releases, satisfies, and discharges, on her own behalf and on behalf of anyone who could claim by and through her (collectively, "Releasors"), Defendants (collectively, "Releasees") of and from (1) any and all claims for damages, salaries, wages, compensation, overtime compensation, monetary relief, and any other benefits of any kind, earnings, back pay, liquidated, and other damages, interest, attorneys' fees, and costs, for any claim brought, or that could have been brought, under the Fair Labor Standards Act ("FLSA"), and/or any local, state, or federal wage statute, code, or ordinance, including, but not limited to, claims under Age Discrimination in Employment Act of 1967, as amended, 29 U.S.C. §§ 621 et seq. ("ADEA"), Title VII of the Civil Rights Act of 1964, as amended, 42 U.S.C. §§ 2000e et seq. ("Title VII"), the Reconstruction Era Civil Rights Act, as amended, 42 U.S.C §§ 1981 et seq. ("Civil Rights Act"), the Civil Rights Act of 1991, as amended, 42 U.S.C. §§ 1981a et seq. ("CRA of 1991"), the Americans with Disabilities Act, 42 U.S.C. §§ 12101 et seq. ("ADA"), the

Family and Medical Leave Act, 29 U.S.C. §§ 2601 et seq. ("FMLA"), the Fair Labor Standards Act, 29 U.S.C. §§ 201 et seq. ("FLSA"), the Employee Retirement Income Security Act of 1974, as amended, 29 U.S.C. §§ 1001 et seq. ("ERISA"), the Equal Pay Act of 1963, the Older Workers' Benefit Protection Act of 1990, the Worker Adjustment and Retraining Notification Act of 1988, the New York State Human Rights Law, the New York Civil Rights Law, the New York State Insurance Law, the New York Labor Law, the New York City Human Rights Law, any of the statutes or common law causes of action of the State of New York or any other state, the New York Constitution, the United States Constitution and/or any and all other federal, state, or local statutes, laws, rules, and regulations pertaining to employment, as well as any and all claims under state contract or tort law, which were or could have been alleged by Plaintiff in the Pending Action, accruing through the date of this Agreement, and (2) any and all claims, charges, actions, and causes of action of any kind or nature that Plaintiff once had or now have, whether arising out of Plaintiff's employment with Defendants, or otherwise. Nothing in this Agreement shall be deemed to waive any right Plaintiff may have to file any claim with any administrative agency where such claim can be filed. However, notwithstanding any such right to file a claim, Plaintiff shall not recover any monetary damages and shall not be entitled to any individual relief on her behalf as a result of filing said claim.

- This release shall not affect or limit: (a) any claims that may arise after the date
   Plaintiff signs this Agreement, or (b) Plaintiff's right to enforce the terms of this Agreement.
- 3. By Defendants: Defendants release Plaintiff, including her successors, heirs, executors, assigns, representatives, and administrators, from any and all claims, charges, actions, and causes of action of any kind or nature that Defendants, individually and collectively, once had or now have arising out of Plaintiff's employment with Defendants or otherwise, whether

such claims are now known or unknown to Defendants, from the beginning of the world to the date of this Agreement.

# D. Agreement To Refrain From Filing Claims

Plaintiff represents that she has not filed any other lawsuit or initiated any other proceeding against any of the Defendants, except the federal Action released herewith. Plaintiff also agrees not to bring any lawsuit or initiate any proceeding for any claim waived in any paragraph of this Agreement, and agrees, further, not to permit anyone else to do so on her behalf, to the maximum extent possible under applicable law.

# E. Judicial Review/Dismissal of the Complaint

Contemporaneously with the execution of this Agreement, the Parties, by their respective counsel, shall execute a Stipulation and Order of Dismissal, dismissing the Complaint with prejudice, which Stipulation and Order shall expressly provide that, with the Court's consent, the Court shall retain jurisdiction over this matter solely for purposes of enforcement of this Agreement. The Parties, through counsel, will submit the Stipulation and Order of Dismissal, simultaneously with this Agreement, to the Court for Judicial review and approval.

## F. Representations and Acknowledgements

- Plaintiff represents that she has consulted with an attorney prior to signing this Agreement and that this Agreement is the product of negotiations between her attorneys and the attorneys for the Defendants. Plaintiff further represents that:
  - (a) She has reviewed each and every provision of this Agreement;
  - (b) The Agreement has been explained to her by her attorneys; and
  - (c) She does in fact fully understand this Agreement, including the release of claims.

- Plaintiff also represents that she voluntarily and knowingly enters into this
   Agreement of her own free will.
- 3. Plaintiff further represents that neither the Releasees nor any of their agents, representatives or attorneys made any representations concerning the terms or the effects of this Agreement other than those contained herein, that her decision to sign this Agreement is not based in whole or in part on any statement or promise that does not appear within the four corners of this document, and that she has been fairly represented by her attorneys throughout these proceedings.

## G. Non-Admissions

- 1. Plaintiff agrees that the Defendants are entering into this Agreement solely for the purpose of avoiding the burdens and expenses of protracted litigation. Plaintiff understands that by entering into this Agreement, the Defendants do not acknowledge or admit in any way that Plaintiff's claims in the Action have any merit, or that the Defendants engaged in any wrongdoing against Plaintiff or violated any federal, state or local law, statute, order, ordinance, rule, regulation, or contract or common law requirement, duty, or obligation.
- 2. Whether or not this Agreement becomes effective, neither this Agreement, nor any exhibit, documents, or instrument delivered hereunder, nor any statement, negotiations, transactions, or proceedings in connection therewith, shall in any event be construed as, or be deemed to be, or be offered by Plaintiff in any action or proceeding of any kind as evidence of:
  (a) an admission or concession on the part of the Defendants of any liability or wrongdoing or of any violation of any federal, state, or local statute, rule, regulation or principle of common law or equity; or (b) an admission or concession on the part of the Defendants that Plaintiff has suffered any damage. Additionally, Plaintiff agrees that nothing in this Agreement may be used

by either party in any proceeding of any kind for any purpose of any kind, except to enforce its terms.

## H. Attorneys' Fees and Costs

The Parties are responsible for their own attorneys' fees and costs in connection with this matter. In the event either party brings a motion or action to enforce the terms of this Agreement, the prevailing party shall recover the costs and reasonable attorneys' fees from the other party.

# I. Complete Agreement

This Agreement constitutes the full and complete agreement between the Parties and fully supersedes any and all prior agreements, commitments or understandings between the Parties pertaining to the subject matter thereof.

# J. Additional Terms

- 1. This Agreement is made and entered into in the State of New York and shall in all respects be interpreted, enforced and governed under the laws of said State. The parties hereby consent to the jurisdiction of the United States District Court for the Southern District of New York in connection with any dispute concerning this Agreement.
- The language of all parts of this Agreement shall be construed as a whole, according to its fair meaning, and not strictly for or against either party, regardless of who drafted it.
- Should any provision of this Agreement be declared or determined by any court of competent jurisdiction to be illegal or invalid, the remainder of this Agreement shall remain fully enforceable.

4. This Agreement, including this paragraph, may not be altered in any respect except by a writing duly executed by the parties or authorized representatives of the parties. This Agreement may not be modified orally.

WHEREFORE, the Parties hereto have read the foregoing Agreement and accept and agree to the provisions contained herein.

| By: | Chefent 1/4     | tuck |
|-----|-----------------|------|
|     | Cheyenne Parish |      |

Dated: October 14, 2020

| By:   |                        |
|-------|------------------------|
|       | Yosef Ayzencot         |
| Dated | :, 2020                |
|       | ~                      |
|       | 26 Motors Corp.        |
| Ву:   |                        |
|       | [Print Name and Title] |
|       |                        |

4. This Agreement, including this paragraph, may not be altered in any respect except by a writing duly executed by the parties or authorized representatives of the parties. This Agreement may not be modified orally.

WHEREFORE, the Parties hereto have read the foregoing Agreement and accept and agree to the provisions contained herein.

| By:                 | .,2            |
|---------------------|----------------|
| Cheyenne Parish     |                |
| Dated:,             | 2020           |
| 1                   |                |
| By:                 |                |
| Yosef Ayzencot      |                |
| Dated: 15           | , 2020         |
|                     |                |
| 26 Motors Corp.     |                |
| Ву:                 |                |
| yoseF Ay            | 26160t - owner |
| [Print Name and Tit | le]            |
| Dated: 10, 1520     | _, 2020        |